## DEPARTMENT OF SOCIAL SERVICES

744 P Street, Sacramento, CA 95818



October 10, 1979

ALL-COUNTY LETTER NO. 79-70

TO: ALL COUNTY WELFARE DIRECTORS

SUBJECT: REVISED ASSISTANCE CLAIMING DUE TO AB 8, CHAPTER 282

REFERENCE:

The recently enacted AB 8 legislation (Chapter 282, Statutes of 1979) impacts various assistance expenditure claims. Therefore, the revisions to the various assistance claims are listed under each form number for easy reference.

CA 800 AFDC-FG and U, Summary Report of Assistance Expenditures, Aid to Families with Dependent Children

- 1. The State will participate in the cost of Special Needs (SN). Therefore, the column for separate breakout of SN has been eliminated.
- 2. The SN column was used to make adjustments to delete State participation for immediate need payments in which the eligibility verification process was not completed in 15 working days. Since the SN column has been eliminated, these adjustments will now be reported on the new line 20A.
- 3. The State participates 100 percent in the nonfederal share of the increase in maximum aid that was effective January 1, 1977. However, since the current MAP has increased due to a cost of living adjustment, the percent of State participation in the increases in the MAP since January 1, 1977 will decrease. Therefore, line 20F is reduced from 5.38 percent to 4.67 percent.
- 4. The one year State buy out is no longer in effect. State participation in the nonfederal share of expenditures has changed from the former 67.5 percent to 89.2 percent. Line 21F has been revised to reflect this change.

- <u>CA 800 (BHI)</u>, Summary Report of Assistance Expenditures BHI-AFDC Children in Boarding Homes and Institutions
- AB 8 repealed W & I Code Section 11450.2 which provided for a State funded \$12.50 payment to foster parents. Therefore, all references to these payments have been deleted.
- 2. AB 8 eliminates the computation of the State share based on 67.5 percent of the nonfederal share of expenditures up to a maximum of \$120 per child. Instead, State share is 95 percent of the nonfederal share of expenditures (see also item 3 following). Line 16E has been revised to reflect this change.
- 3. Provision is made for reporting the total nonfederal share of increase to payment rates not reimbursable from State funds in accordance with new W & I Code Section 11214 (b). The county will pay the total nonfederal share of these increases. If nonreimbursable rate increases are paid, the nonfederal share of the nonreimbursable portion of the aid payment must be identified on the payroll for each case to which the nonreimbursable rate increase is paid. The total of these amounts will be reflected in Line 16A of the CA 800 (BHI). State participation at 95 percent will be based on the total nonfederal share of the expenditures less the amount shown in Line 16A.

DFA 815, Nonfederal Share of Expenditures for CR/IRAP Recipients Converted to AFDC

- 1. Line 3 in the IRAP column is not applicable since there is currently no plan to convert IRAP recipients to nonfederal AFDC.
- 2. The breakout of the total nonfederal share of SN payments has been eliminated because the State will participate in SN expenditures.

DFA 814, Nonfederal Share of Expenditures for Cuban Refugee/Indochinese Refugee Assistance Program Recipients Converted to AFDC-BHI

- Line 3 of the IRAP column is not applicable since there is currently no plan to convert IRAP recipients to nonfederal AFDC-BHI.
- Provisions for identifying the \$12.50 payments made in behalf of Indochinese and Cuban Refugees in foster home placement have been deleted since AB 8 repealed W & I Code Section 11450.2.

AD 800A, Summary Report, Aid for the Adoption of Children (AAC)

1. Additional computations have been added to limit State funded expenditures to meet the child's needs up to the amount that would be paid for foster care if the placement for adoption had not taken place. (See Item 2, below)

2. The State will participate 100 percent in AAC expenditures. There is a county share only if the expenditures are in excess of the amount that would be paid for foster care if the placement for adoption had not taken place.

## DFA 800, Cost of AFDC Collections

1. The new county repayment sharing ratio (Line 23, CA 800 AFDC-FG & U, and Line 17, CA 800 AFDC-BHI) is 17 percent. Therefore, Line 11 has changed from six percent to eight percent to bring the total county share up to 25 percent. (See All-County Letter No. 79-51 explaining the new repayment sharing ratios and its impact on claiming Cost of AFDC Collections.)

DFA 823, Cuban Refugees Converted to General Assistance, Expenditure Statement and Claim for Reimbursement

- 1. Federal funding available for CR recipients converted to GA will decrease from 85 percent to 75 percent for the period of 10/1/79 to 9/30/80.
- 2. Since there is currently no plan to convert IRAP recipients to GA, the IRAP expenditure breakout line has been omitted from the form.

Due to the delay in the passing of legislation, the revisions to the various assistance claims will not be available for the July, August, and September 1979 claiming. Therefore, the adjustments will be made by the DSS Program Cost Section for the July, August, and September 1979 claims. The counties will receive a copy of the revised approved claim and a claim letter explaining the adjustments.

The revised forms will be forwarded to the counties under a separate cover. If they are not received in adequate time for use in the October 1979 claiming, immediately order them through DSS Forms Catalog.

If you have any questions, please contact Marian Wong at 916/323-0276 or Gen Whitfield at 916/323-0277.

Sincerely, Claude finn

CLAUDE E. FINN Deputy Director

Administration Division

cc: CWDA